

Date: February 7, 2012

To: Thomas J. Bonfield, City Manager
Through: Theodore L. Voorhees, Deputy City Manager
From: Marvin G. Williams, Director of Public Works
Subject: Contract WS-83, 2012 Water and Sewer Improvements Project

Executive Summary

On January 11, 2012, bids were opened for Contract WS-83. This contract consists of the construction of water and sewer lines at specified site locations throughout the City of Durham. The lowest bid submitted by Centurion Construction, Incorporated of Raleigh, North Carolina was deemed non-responsive as they did not fulfill the SDBE requirements. Centurion decided to not appeal the non-responsive ruling. The lowest responsive bid was submitted by Park Construction of North Carolina, Incorporated of Morrisville, North Carolina. ~~The Public Works Department recommends that the City Council authorize the City Manager to execute a contract with Park Construction of North Carolina, Incorporated for Contract WS-83 in the amount of \$1,420,581.30 with a contingency of \$213,087.19 (15%). The total cost for WS-83 is \$1,633,668.49.~~

Recommendation

The Administration recommends that the City Council authorize the City Manager to execute a contract for WS-83, 2012 Water and Sewer Improvements Project with Park Construction of North Carolina, Incorporated in the amount of \$1,420,581.30; establish a contingency fund in the amount of \$213,087.19 (15%); and authorize the City Manager to negotiate change orders provided that the cost of all change orders does not exceed \$213,087.19 and the total project cost does not exceed \$1,633,668.49.

Background

This project involves the installation of water and sewer lines at specific site locations throughout the City of Durham. Funding for contract WS-83 is available from the Water and Sewer Extension and Improvement Fund.

Issues/Analysis

The following is a summary of bids received:

Centurion Construction	\$ 1,079,701.36* Non-Responsive
Park Construction of North Carolina	\$ 1,420,581.30 Lowest Responsive Bid
Sullivan Eastern	\$ 1,433,756.00
H.G. Reynolds	\$ 1,707,234.20

The Public Works Department recommends awarding Contract WS-83 to Park Construction of North Carolina, Incorporated in the amount of \$1,420,581.30.

Alternatives

The Council can choose to not proceed with this project and redirect the funding to another project. The Council can award the project since the bids received are competitive.

Financial Impact

Funds for this project are budgeted for in the following accounts:

Water Extensions & Improvements Fund

4100P762-731000-P0A40	\$802,500.00
4100P760-731000-P0A40	\$44,313.26
4100P007-731000-P0A40	\$193,561.26
4100P007-731900-P0A40	<u>\$156,056.18</u>
Total Water	\$1,196,430.70

Sewer Extensions & Improvements Fund

4100P766-731000-P2637	\$380,206.77
4100P901-7319000-P2637	<u>\$57,031.02</u>
Total Sewer	\$437,237.79

Contract WS-83 Total \$1,633,668.49

SDBE SUMMARY

The Equal Opportunity/Equity Assurance Department reviewed the bid submitted by Park Construction of North Carolina, Incorporated, of Morrisville, North Carolina to determine compliance with the Ordinance to Promote Equal Business Opportunities in City Contracting. The goals for this project are MSDBE 8% and WSDBE 4%. It was determined that Park Construction of North Carolina, Incorporated was in compliance with the Ordinance to Promote Equal Business Opportunities in City Contracting.

SDBE REQUIREMENTS

Park Construction of North Carolina, Incorporated will subcontract to the following certified firms:

Firm	ID	City/State	Amount	% of Contract
Carolina Pipe Company, Inc.*	MSDBE	Raleigh, NC	\$118,000	8%
Calamar, Inc.	WSDBE	Durham, NC	\$59,000	4%

The MSDBE and WSDBE goals were both met.

* Carolina Pipe Company is a certified MBE with the North Carolina Department of Transportation and can therefore be used to meet the minority goal.

WORKFORCE STATISTICS

The workforce statistics for Park Construction of North Carolina, Incorporated are as follows:

Total Workforce	37	
Total Females	1	3%
Total Males	36	97%
Black Males	0	0%
White Males	14	38%
Other Males	22	59%
Black Females	0	.0%
White Females	1	3%
Other Females	0	0%

ATTACHMENTS

WS-83 SDBE Compliance Report